GOVERNMENT OF INDIA
COAL AND MINES
LOK SABHA

UNSTARRED QUESTION NO:6897
ANSWERED ON:13.05.2002
ALLOCATION OF FUNDS
RAVINDRA KUMAR PANDEY

Will the Minister of COAL AND MINES be pleased to state:

(a): the existing rules for purchase of spare parts, machinery and other materials in Coal India Limited (CIL) and its subsidiary companies:

(b): the funds allocated for purchase of spare parts and machinery in CIL and its each subsidiary companyduring each of the last three years and the current year;

(c): the amount spent for the purpose during the said period, subsidiary-wise;

(d): whether the Government have received and accepted some of the suggestions regarding purchase of spare parts;

(e): if so, the details thereof; and

(f): the time by which these are likely to be implemented?

Answer

THE MINISTER OF STATE FOR COAL & MINES (SHRI RAVI SHANKAR PRASAD)

(a): Procurement of all materials including spare parts and machinery in CIL and its subsidiaries are being done as per Purchase Manual of September, 1986 and amendments issued from time to time. In terms of this Purchase Manual, the following rules/methods are followed:

(i) Calling of tenders (by advertisement, by limited tender enquiries or by single tender). Normally all demands where the estimated value is Rs.5 lakhs or more are advertised in leading newspapers. However, standard equipment/any other items, for which there are established manufacturers of proven quality and capabilities, are procured through limited tenders irrespective of the value of indent after taking approval of competent authority.

(ii) Operating D GS&D rate contract o r rate/running contracts concluded by the subsidiary companies and Coal India Limited for revenue items or large demand and recurring nature.

(iii) Operating Depot Agreement entered into with leading heavy earth moving machinery manufacturer.

(b): Subsidiary-wise fund allocated for plant and machinery and spares for the last three years are as under:

(Rs. in crores)

Company	1999-2000	2000-01	2001-02
ECL	163.47	200.65	216.16
BCCL	268.84	268.87	266.89
CCL	355.19	358.10	285.65
WCL	343.29	259.27	316.26
SECL	658.95	396.81	376.90
MCL	277.02	190.83	176.46
NCL	1218.60	1069.05	995.55
NEC	1.75	1.67	2.09
CMPDIL	4.16	4.76	4.06

(c): Amount spent on plant & machinery and spares by the subsidiaries of CIL for the last three years are as under:-

(Rs. in crores)

Company	1999-2000	2000-01	2001-02
ECL	151.47	168.28	192.31
BCCL	288.55	216.47	220.06
CCL	270.87	228.94	244.80
WCL	346.64	216.57	273.66
SECL	788.75	388.13	399.12
MCL	337.12	193.49	149.41
NCL	1282.24	476.77	389.70
NEC	1.54	1.27	1.54

CMPDIL	3.61	4.71	2.02

(d) to (f): No suggestion has been received in this Ministry from Coal India Limited regarding purchase of spare parts. CIL board is empowered to take the decisions regarding policies on procurement of spares for CIL and its subsidiaries.